

All Proposed Revisions - see
note below

Customer Class

Wholesale

COST OF SERVICE					
	PSC Allocation	Revised Allocation	Cost Allocation Difference	PSC Increase over Present Rates	Revised Increase over Present Rates
Brown Deer	\$ 798,153	\$ 630,038	\$ (168,115)	22.9%	-3.0%
Butler	\$ 186,785	\$ 142,579	\$ (44,206)	-5.7%	-28.0%
Greendale	\$ 899,821	\$ 777,636	\$ (122,185)	14.8%	-0.8%
Menomonee Falls	\$ 1,748,981	\$ 1,335,488	\$ (413,493)	30.6%	-0.3%
Mequon	\$ 520,677	\$ 423,550	\$ (97,127)	58.8%	29.2%
New Berlin	\$ 1,446,364	\$ 1,111,957	\$ (334,406)	50.5%	15.7%
Shorewood	\$ 768,934	\$ 626,688	\$ (142,247)	28.9%	5.0%
Wauwatosa	\$ 2,648,924	\$ 2,008,302	\$ (640,621)	21.1%	-8.2%
West Allis	\$ 3,259,239	\$ 2,422,805	\$ (836,434)	33.3%	-0.9%
County Institutions	<u>\$ 729,515</u>	<u>\$ 592,752</u>	<u>\$ (136,763)</u>	<u>65.8%</u>	<u>34.7%</u>
Wholesale Total	\$ 13,007,393	\$ 10,071,797	\$ (2,935,597)	31.0%	1.4%

Note: COS analysis revisions include:

Transmission & Distribution main plant value revised apportionment

Transmission & Distribution main CIAC revised apportionment

Reduced generic Test Year O&M expense annual increase (1.5% vs. 3%)

3.5% rate of return on NIRB plus \$1 million of operating expenses debt financed

Maximum Day-to-Average Day pumpage ratio = 1.6 instead of 1.4 (PSC 2010) or 1.9 (PSC 2007)

Reallocation of indirect Public Fire Protection costs for Base distribution and Extra Capacity Maximum-Hour from wholesale customers

Reduced variable cost based on reduced MWW unaccounted-for water percentage (10% vs. 14%)

Variable purchased power and chemical expenses allocated to Base and Max-Day System service functions.